Approved	For Release 20 Dog/SECA-	B-F-9 100975A000600210001-1	
		19 March 1952	
1.7		Copy No. 43	
DOS REVIEW COMPLETED			
	CURRENT INTELLIGE	DOCUMENT NO.  NO CHANGE IN CLASS. IN  DECLASSIFIED	er Y
	,	CLASS, CHANGED TO: TO 8 C NEXT REVIEW DATE: AUTH: HR 70:2 DATE: 12 AUTHENTE:	٦٠
			<b>.</b>
	Office of Current	Intelligence	
	CENTRAL INTELLIG	ENCE AGENCY	
		· .	

TOP SECRET
Approved For Release 2003/09/02 : CIA-RDP79T00975A000600210001-1

25X1

Approved Fdr Release 2003/09/02 : CIA-RDP79T00975A000600210001-1

#### SUMMARY

#### USSR

1. Embassy Moscow comments on Soviet proposal for German treaty (page 3).

## FAR EAST

2. Situation of Chinese Nationalists in Burma reviewed (page 3).

### NEAR EAST - AFRICA

- 3. British military mission to Israel planned (page 3).
- 4. Comment on arrest of two Egyptian Wafd leaders (page 4).
- 5. Greek Government's attempt to restore proportional electoral system blocked (page 4).

25X1

## WESTERN EUROPE

25X6

8. De Gaulle reportedly willing to cooperate with other French parties (page 6).

\* \* \* \*

25X1A

- 2 -

25X1A

# USSR

<b>1</b> .	Embassy Moscow comm	ents on Soviet proposal for German treaty:
25X1A	jectives in Europe, the I	The US Embassy in Moscow believes that the Soviet proposal for a German peace treaty is designed simply to delay West German rearmament and integration with the West. East Germany as essential to Russian ob-Embassy does not concur with the line of reason sal might mean a willingness to relinquish this
		FAR EAST
2.	Situation of Chinese Nation	onalists in Burma reviewed:
25X1A	control. Although mora maintain. The Thai hay	There are 9,000 to 10,000 Chinese Nationalist troops in northeastern Burma,  all but 2,000 are under Li Mi's le is currently "not too low," it is difficult to
	forcements from Formos to cross the border into	e not supplied new arms or ammunition, rein- a have been negligible, and there are no plans Yunnan.
	• N	EAR EAST - AFRICA
3.	British military mission	to Israel planned:
25X1A		The Foreign Ministers of Great Britain and Israel, during a conference on 11 March, agreed to initiate diplomatic discussions on a proposed British military mission to Israel.
		•

2

25X1A

Approved for Release 2003/09/02 : CIA-RDP79T00975A000600210001-1

25X1 25X1 Approved For Release 2003/09/02 : CIA-RDP79T00975A000600210001-1

Israeli Foreign Minister Sharrett asked Foreign Secretary Eden for obsolete military equipment, specifically light artillery and trainer aircraft, either as a gift or on a long-term loan basis. Sharrett also proposed closer economic relations.

Comment: Israel has been fearful lest possible Arab participation in the proposed Middle East Command might act to its disadvantage. It has, therefore, been showing increased interest in effecting closer ties with the West. Any British mission to Israel will, on the other hand, arouse Arab suspicions of Western motives.

4.	Comment of	n	arrest of	two	Egyptian	Wafd	leaders:

25X1A

The arrest of former Egyptian Minister of Interior Serageddin and the former Wafd Minister of Social Affairs indicates that Prime Minister Hilali has now seriously embarked on his clean-up campaign. According to reliable information from Cairo, the arrests were made after a special cabinet meeting, and it is planned to exile both men to their home villages.

The action against Serageddin, the influential Secretary General of the Wafd, makes it almost certain that Hilali will now be strongly opposed overtly and covertly by the well-organized majority party. Hilali's ability to handle the Wafd depends not only on the temporary maintenance of martial law, but also ultimately on achieving a settlement with Britain which is acceptable to the people.

5.	Greek Government's attempt to restore proportional electoral system blocked:
25X1A	Acting Prime Minister Venizelos' recent attempt to force a bill through Parliament which would restore the proportional electora system has been temporarily defeated, ac-
	cording to the American Ambassador.

- 4 -

25X1A

Despite Venizelos' assertion to the contrary, the Ambassador is convinced that Venizelos, the Palace, and Constantine Rendis, a leader in Plastiras' EPEK Party, were intent on having the law passed quickly; and a fait accompli was avoided only because Prime Minister Plastiras heard of the move and the American Embassy published its strong objections.

Comment: The American Embassy in Athens has long felt that the proportional electoral system favored by Venizelos and many Greek politicians would bring back the welter of small parties which has effectively hindered recovery in Greece. Accordingly, the Ambassador has been urging the employment of the simple majority system, which would favor General Papagos in any future election.

20/1	

25X1

OEVC	<b>**</b>	THE THIRT IS CITED.	Ber collection	÷
25X6	·		<u> </u>	
_				
8. De Gau	ılle reportedly willi	ng to cooperate	with other French	parties:
		8		
	0574			
Α	25X1			
		Conoral Do Car	ulle's true position	nie not eo
4		uncompromisin	ng as indicated in l	ns stateme
to the	press on 10 March.		05.74	
			25X1	
				ılle will allo
membe	ers of his party to j	oin a coalition g	overnment under a	a non-Gaulli
•		,		
	•			

-6-

Approved For Release 2003/09/02: CIA-RDP79T00975A000600210001-1

leader like Rene Mayer or Paul Reynaud, provided constitutional changes within three months are promised. The only changes he will insist upon are the restoration of legislative power to the upper house of Parliament, authority for the Cabinet to dissolve the Assembly, and the right of the President and Cabinet to initiate legislation.

Comment: In view of De Gaulle's recent leniency toward RPF deputies who broke party discipline over the investiture of Premier Pinay, practical politicians among his lieutenants can be expected to push for additional compromise with political realities.

While a rightist coalition offers the best chance for political and economic stability in France, this solution is precluded for the time being by the fundamental opposition of many centrist deputies.